

CITY OF HAVILAND, KANSAS

FINANCIAL STATEMENT
For the Year Ended December 31, 2015

VONFELDT, BAUER & VONFELDT, CHTD.
Certified Public Accountants
Larned, Kansas 67550

CITY OF HAVILAND, KANSAS

Financial Statement
Regulatory Basis
For the Year Ended December 31, 2015

TABLE OF CONTENTS

<u>Item</u>	<u>Page Number</u>
FINANCIAL SECTION	
Auditor's Report on Financial Statement	1-2
Summary Statement of Receipts, Expenditures and Unencumbered Cash	3-4
Notes to the Financial Statement	5-11
REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION	
Schedule 1	
Summary of Expenditures - Actual and Budget	12-13
Schedule 2	
Schedule of Receipts and Expenditures - Actual and Budget	
General Fund	14-15
Special Purpose Funds	16-17
Bond and Interest Fund	18
Capital Project Funds	19-20
Business Funds	21-23
Schedule 3	
Summary of Receipts and Disbursements - Agency Funds	24
SUPPLEMENTARY INFORMATION	
Schedule 4	
Graphical Analysis	25-32

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INDEPENDENT AUDITOR'S REPORT

To the City Council
City of Haviland, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of City of Haviland, Kansas, a Municipality, as of and for the year ended December 31, 2015 and the related notes to the financial statement.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the Kansas Municipal Audit and Accounting Guide as described in Note 1; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the Kansas Municipal Audit and Accounting Guide. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers the internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note 1 of the financial statement, the financial statement is prepared by the City of Haviland, Kansas on the basis of the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City of Haviland, Kansas as of December 31, 2015 or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City of Haviland, Kansas as of December 31, 2015, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide described in Note 1.

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget and summary regulatory basis receipts and disbursements-agency funds (Schedules 1, 2 and 3 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the Kansas Municipal Audit and Accounting Guide. The graphical analysis (Schedule 4 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement nor required to be presented under the provisions of the Kansas Municipal Audit and Accounting Guide. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

The 2014 Actual column presented in the individual fund schedules of regulatory basis receipts and expenditures-actual and budget (Schedule 2 as listed in the table of contents) is also presented for comparative analysis and is not a required part of the 2015 basic financial statement upon which we rendered an unmodified opinion dated May 24, 2016. The 2014 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link <http://admin.ks.gov/offices/chief-financial-officer/municipal-services>. Such 2014 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2014 basic financial statement. The 2014 comparative information was subjected to the auditing procedures applied in the audit of the 2014 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2014 basic financial statement or to the 2014 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2014 comparative information is fairly stated in all material respects in relation to the 2014 basic financial statement as a whole, on the basis of accounting described in Note 1.

VONFELDT, BAUER & VONFELDT, CHTD.
Certified Public Accountants
Larned, Kansas

May 24, 2016

CITY OF HAVILAND, KANSAS
Summary Statement of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended December 31, 2015

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances
General Funds:		
General Fund	\$ 270,935.85	\$ 0.00
Special Purpose Funds:		
Special Highway Fund	8,062.38	0.00
Summer Recreation Fund	239.68	0.00
Bond and Interest Funds:		
Bond and Interest Fund	46,229.58	0.00
Capital Project Funds:		
Project Improvement Fund	0.00	0.00
Cost of Issuance Fund	0.00	0.00
Business Funds:		
Water Fund	48,255.66	0.00
Sewer Fund	50,789.29	0.00
Refuse Fund	4,335.54	0.00
Total Reporting Entity (Excluding Agency Funds)	<u>\$ 428,847.98</u>	<u>\$ 0.00</u>

Composition of Cash:

The notes to the financial statement are an integral part of this statement.

<u>Receipts</u>	<u>Expenditures</u>	<u>Ending Unencumbered Cash Balance</u>	<u>Add Encumbrances and Accounts Payable</u>	<u>Ending Cash Balance</u>
\$ 218,694.11	\$ 158,978.58	\$ 330,651.38	\$ 0.00	\$ 330,651.38
17,993.68	2,606.71	23,449.35	0.00	23,449.35
4,019.24	4,015.53	243.39	0.00	243.39
3,522.41	0.00	49,751.99	0.00	49,751.99
2,714,893.18	3,053,182.02	(338,288.84)	775,323.74	437,034.90
35,010.20	29,996.78	5,013.42	0.00	5,013.42
118,449.14	59,799.95	106,904.85	6,034.63	112,939.48
33,726.54	36,131.56	48,384.27	0.00	48,384.27
<u>45,737.75</u>	<u>45,168.26</u>	<u>4,905.03</u>	<u>0.00</u>	<u>4,905.03</u>
<u>\$ 3,192,046.25</u>	<u>\$ 3,389,879.39</u>	<u>\$ 231,014.84</u>	<u>\$ 781,358.37</u>	<u>\$ 1,012,373.21</u>

Cash on Hand:	
State Fiscal Agent	\$ 20,722.50
Checking Account	581,738.48
Savings Account	101,143.12
Petty Cash	500.00
Certificates of Deposit	<u>308,869.11</u>
Total Cash	1,012,973.21
Agency Funds per Schedule 3	<u>(600.00)</u>
Total Reporting Entity (Excluding Agency Funds)	<u>\$ 1,012,373.21</u>

CITY OF HAVILAND, KANSAS
NOTES TO FINANCIAL STATEMENT
December 31, 2015

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. REPORTING ENTITY

The City of Haviland, Kansas (City) is a municipal corporation governed by an elected five-member council. This financial statement presents the City of Haviland (the municipality). The City of Haviland does not have any related municipal entities as of December 31, 2015.

B. REGULATORY BASIS FUND TYPES

General fund - the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

Special Purpose fund - used to account for the proceeds of specific tax levies and other specific regulatory receipt sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

Bond and Interest fund - used to account for the accumulation of resources, including tax levies, transfers from other funds and payment of general long-term debt.

Capital Project fund - used to account for the debt proceeds and other financial resources to be used for the acquisition or construction of major capital facilities or equipment.

Business fund - funds financed in whole or in part by fees charged to users of the goods or services (i.e. enterprise and internal service fund etc.)

Agency fund - funds used to report assets held by the municipal reporting entity in a purely custodial capacity (payroll clearing fund, county treasurer tax collection accounts, etc.).

C. BASIS OF ACCOUNTING

Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America. The KMAAG regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The City has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the municipality to use the regulatory basis of accounting.

D. CASH AND INVESTMENTS

Cash balances from all funds are combined and invested to the extent available. Cash and investments consist of an interest bearing checking account, savings account and certificates of deposit. Earnings from these investments are allocated to designated funds. Cash and investments are stated at cost.

E. AD VALOREM TAX REVENUE

The determination of assessed valuation and the collection of property taxes for all political subdivisions in the State of Kansas are the responsibility of the various counties. The County Appraiser annually determines assessed valuation and the County Clerk spreads the annual assessment on the tax rolls. One-half of the property taxes are due December 20 and distributed to the City by January 20. The second half is due May 10 and distributed to the City by June 5. The City Treasurer draws available funds from the County Treasurer at designated times throughout the year.

F. REIMBURSED EXPENSES

The City records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as a receipt to the fund that receives the reimbursement. For purposes of budgetary comparisons, the expenditures are properly offset by the reimbursements under KMAAG regulatory basis accounting.

G. USE OF ESTIMATES

The preparation of the financial statement on a prescribed basis of accounting that demonstrates compliance with the cash basis and budget laws of the State of Kansas requires management to make estimates and assumptions that affect the amounts reported in the financial statement and accompanying notes. Actual results may differ from those estimates.

Note 2 - BUDGETARY INFORMATION

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), bond and interest funds, and business funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for this year.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison schedules are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

Adjustment for Qualifying Budget Credits: The City may use this line item for any budgeted fund. The adjustment would be a positive amount. All budget adjustments must be authorized by Kansas statutes. Examples include: expenditure of federal grant monies, reimbursements, gifts and donations and receipts authorized by law to be spent as if they were reimbursed expenses.

Note 2 - BUDGETARY INFORMATION (Cont'd.)

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which, regulatory receipts are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

A legal operating budget is not required for capital project funds and trust funds.

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

Note 3 - COMPLIANCE WITH KANSAS STATUTES

Management is aware of no statutory violations for the period covered by the audit.

The Project Improvement Fund showed a negative ending unencumbered cash balance of \$338,288.84 for the year ended December 31, 2015. K.S.A.10-1116 provides that under certain situations, a fund can end the year with a negative unencumbered cash balance and therefore, be exempt from the cash basis law of the State of Kansas. This fund met the criteria under the statutes, and therefore, is not deemed to be in violation of the Kansas cash basis law.

Note 4 - DEPOSITS

K.S.A. 9-1401 established the depositories which may be used by the City. The statute requires banks eligible to hold the City's funds have a main or branch bank in the county in which the City is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The City has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the City's investments of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The City has no investment policy that would further limit its investment choices.

Concentration of credit risk. State statutes place no limit on the amount the City may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

Custodial credit risk - deposits. Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. There were no designated "peak periods" during the year. All deposits were legally secured at December 31, 2015.

At December 31, 2015 the City's carrying amount of deposits was \$992,250.71 and the bank balance was \$1,916,134.30. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, \$250,500.00 was covered by federal depository insurance, and \$1,665,634.30 was collateralized with securities held by the pledging financial institution's agents in the City's name.

Note 5 - LONG TERM DEBT

Changes in long-term liabilities for the City for the year ended December 31, 2015, were as follows:

<u>Issue</u>	<u>Interest Rates</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Date of Final Maturity</u>
Temporary notes: Series 2015	1.50%	1/01/2015	\$ 2,763,000.00	1/15/2017

Total Contractual Indebtedness

Current maturities of long-term debt and interest for the next five years and in five year increments through maturity are as follows:

	<u>12/31/2016</u>	<u>12/31/2017</u>	<u>Total</u>
Principal:			
Temporary notes	<u>\$ 0.00</u>	<u>\$ 2,763,000.00</u>	<u>\$ 2,763,000.00</u>
Total Principal	<u>0.00</u>	<u>2,763,000.00</u>	<u>2,763,000.00</u>
Interest:			
Temporary notes	<u>41,445.00</u>	<u>20,722.50</u>	<u>62,167.50</u>
Total Interest	<u>41,445.00</u>	<u>20,722.50</u>	<u>62,167.50</u>
Total Principal and Interest	<u>\$ 41,445.00</u>	<u>\$ 2,783,722.50</u>	<u>\$ 2,825,167.50</u>

<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Reductions / Payments</u>	<u>Balance End of Year</u>	<u>Interest Paid</u>
\$ 0.00	\$ 2,763,000.00	\$ 0.00	\$ 2,763,000.00	\$ 22,334.25
<u>\$ 0.00</u>	<u>\$ 2,763,000.00</u>	<u>\$ 0.00</u>	<u>\$ 2,763,000.00</u>	<u>\$ 22,334.25</u>

Note 6 - CAPITAL PROJECTS

Capital project authorizations with approved change orders compared with expenditures from inception are as follows:

	<u>Project Authorization</u>	<u>Expenditures To Date</u>
Street Project	\$ 1,240,000.00	\$ 1,158,305.78
Water Project	2,435,000.00	1,872,541.99

Note 7 - OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

Compensated Absences . Full-time employees will earn 40 hours of vacation time per year plus 8 additional hours per year worked with a maximum three weeks (120 hours) and non-accumulative. Upon separation of employment, full-time employees will be compensated for any unused vacation time. The potential liability for unused vacation time as of December 31, 2015 and 2014 is \$0.00 and \$0.00, respectively, which is a net change of \$0.00.

Full-time employees will earn 10 hours per month of sick leave which is accumulative to 240 hours. Upon separation of employment, full-time employees will be compensated for any unused sick leave. The potential liability for unused sick leave as of December 31, 2015 and 2014 is \$4,528.80 and \$0.00, respectively, which is a net change of \$4,528.80.

Note 8 - RISK MANAGEMENT

The City is exposed to various risks of losses related to torts; thefts of, damages to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City obtains coverage from commercial insurance companies in order to effectively manage risk. There have been no significant reductions in coverage from the prior year and settlements have not exceeded coverage in the past three years. The City does not participate in a public entity risk pool.

Note 9 - CONTINGENCIES

During the ordinary course of its operations the City is a party to potential claims, legal actions and complaints. It is the opinion of the City's management and legal counsel that these matters are not anticipated to have a material effect on the City's financial statement.

Note 10 - OPERATING LEASES

The City has entered into an operating lease for a copier which contains a cancellation provision and is subject to annual appropriations. For the year ended December 31, 2015 rent expenditures were \$996.36. This expenditure was made from the General Fund.

The City has entered into a lease with E. Wynona Ross for the SW corner of NE 1/4 of 8-28-16. The lease is in the sum of \$6,500.00 to be made in ten annual payments which began on October 1, 2013. For the year ended December 31, 2015 rent expenditures were \$650.00. This expenditure was made from the General Fund.

Future minimum rental payments are as follows:

<u>Year</u>	<u>Amount</u>
12/31/2016	\$ 650.00
12/31/2017	650.00
12/31/2018	650.00
12/31/2019	650.00
12/31/2020	650.00
12/31/21 - 12/31/25	1,300.00

Note 11 - SUBSEQUENT EVENTS

The City has evaluated events subsequent to year end through May 24, 2016, and believe the following is the only event that has occurred which affect the financial statement as presented.

On February 25, 2016 the City authorized the issuance of General Obligation Bonds Series 2016 in the principal amount of \$1,556,000, the proceeds of which, together with a portion of a United States Department of Agriculture/ Rural Development Grant expected in the amount of \$879,000, for the purpose of providing funds to: (a) pay a portion of the costs of the public water supply improvements; (b) pay cost of issuance; and (c) retire a portion of the temporary notes of the City.

**REGULATORY-REQUIRED
SUPPLEMENTARY INFORMATION**

CITY OF HAVILAND, KANSAS
Summary of Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2015

Funds	Certified Budget	Adjustment for Qualifying Budget Credits
General Funds:		
General Fund	\$ 562,000.00	\$ 0.00
Special Purpose Funds:		
Special Highway Fund	24,000.00	0.00
Summer Recreation Fund	7,000.00	0.00
Bond and Interest Funds:		
Bond and Interest Fund	0.00	0.00
Business Funds:		
Water Fund	172,000.00	0.00
Sewer Fund	86,000.00	0.00
Refuse Fund	60,000.00	0.00

<u>Total Budget for Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance - Over (Under)</u>
\$ 562,000.00	\$ 158,978.58	\$ (403,021.42)
24,000.00	2,606.71	(21,393.29)
7,000.00	4,015.53	(2,984.47)
0.00	0.00	0.00
172,000.00	59,799.95	(112,200.05)
86,000.00	36,131.56	(49,868.44)
60,000.00	45,168.26	(14,831.74)

CITY OF HAVILAND, KANSAS
GENERAL FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2015
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
Taxes and Shared Receipts:				
Ad Valorem Property Tax	\$ 109,134.72	\$ 117,346.49	\$ 140,055.00	\$ (22,708.51)
Delinquent Tax	1,693.67	1,200.25	500.00	700.25
Motor Vehicle Tax	15,783.31	20,547.13	14,587.00	5,960.13
Recreational Vehicle Tax	24.44	75.16	129.00	(53.84)
16/20 M Vehicle Tax	161.39	349.30	197.00	152.30
Sales Tax	116,828.21	57,851.90	90,000.00	(32,148.10)
Franchise Fees	13,103.59	11,899.43	12,000.00	(100.57)
Licenses, Fines & Permits	902.14	1,540.50	900.00	640.50
Loan Repayment	4,120.00	0.00	0.00	0.00
Rental Income	2,670.00	2,525.00	2,000.00	525.00
Reimbursements	179.05	182.65	1,000.00	(817.35)
Gifts & Donations	375.00	0.00	0.00	0.00
Interest on Idle Funds	878.75	4,433.71	1,000.00	3,433.71
Miscellaneous	981.79	742.59	500.00	242.59
Total Receipts	266,836.06	218,694.11	\$ 262,868.00	\$ (44,173.89)
Expenditures				
General Government:				
Personal Services	78,101.02	57,458.94	93,000.00	(35,541.06)
Contractual Services	173,432.15	59,539.46	60,000.00	(460.54)
Materials & Supplies	16,594.60	12,500.12	31,000.00	(18,499.88)
Buildings & Improvements	23,700.00	0.00	241,000.00	(241,000.00)
Office Equipment	0.00	0.00	1,000.00	(1,000.00)
Governing Body:				
Personal Services	6,485.94	5,597.86	7,000.00	(1,402.14)
Contractual Services	0.00	25.00	500.00	(475.00)
Materials & Supplies	0.00	250.00	500.00	(250.00)
Fire:				
Personal Services	5,947.76	5,759.37	7,000.00	(1,240.63)
Contractual Services	2,885.56	2,543.80	4,000.00	(1,456.20)
Materials & Supplies	41.25	139.97	500.00	(360.03)
Buildings & Improvements	0.00	0.00	500.00	(500.00)
Street:				
Personal Services	0.00	344.31	0.00	344.31
Contractual Services	426.00	0.00	90,000.00	(90,000.00)
Materials & Supplies	1,430.22	0.00	5,000.00	(5,000.00)

CITY OF HAVILAND, KANSAS
GENERAL FUND (Cont'd.)
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2015
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	Prior Year Actual	Current Year		
		Actual	Budget	Variance Over (Under)
Expenditures (Cont'd.)				
Street Lights:				
Contractual Services	15,391.28	14,422.09	15,000.00	(577.91)
Parks & Recreation:				
Contractual Services	0.00	0.00	1,000.00	(1,000.00)
Materials & Supplies	570.85	0.00	5,000.00	(5,000.00)
Swimming Pool:				
Contractual Services	1,280.26	397.66	0.00	397.66
Materials & Supplies	211.33	0.00	0.00	0.00
Total Expenditures	<u>326,498.22</u>	<u>158,978.58</u>	<u>\$ 562,000.00</u>	<u>\$ (403,021.42)</u>
Receipts Over (Under) Expenditures	(59,662.16)	59,715.53		
Unencumbered Cash, Beginning	<u>330,598.01</u>	<u>270,935.85</u>		
Unencumbered Cash, Ending	<u>\$ 270,935.85</u>	<u>\$ 330,651.38</u>		

CITY OF HAVILAND, KANSAS
SPECIAL HIGHWAY FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2015
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	Prior Year Actual	Current Year		
		Actual	Budget	Variance Over (Under)
Receipts				
State Gas Tax	\$ 17,680.87	\$ 17,993.68	\$ 17,490.00	\$ 503.68
Total Receipts	<u>17,680.87</u>	<u>17,993.68</u>	<u>\$ 17,490.00</u>	<u>\$ 503.68</u>
Expenditures				
Contractual Services	15,000.00	1,741.57	20,000.00	(18,258.43)
Materials & Supplies	<u>0.00</u>	<u>865.14</u>	<u>4,000.00</u>	<u>(3,134.86)</u>
Total Expenditures	<u>15,000.00</u>	<u>2,606.71</u>	<u>\$ 24,000.00</u>	<u>\$ (21,393.29)</u>
Receipts Over (Under) Expenditures	2,680.87	15,386.97		
Unencumbered Cash, Beginning	<u>5,381.51</u>	<u>8,062.38</u>		
Unencumbered Cash, Ending	<u>\$ 8,062.38</u>	<u>\$ 23,449.35</u>		

CITY OF HAVILAND, KANSAS
SUMMER RECREATION FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2015
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	Prior Year Actual	Current Year		
		Actual	Budget	Variance Over (Under)
Receipts				
Fees	\$ 3,613.40	\$ 4,019.24	\$ 6,800.00	\$ (2,780.76)
Total Receipts	<u>3,613.40</u>	<u>4,019.24</u>	<u>\$ 6,800.00</u>	<u>\$ (2,780.76)</u>
Expenditures				
Personal Services	<u>3,609.70</u>	<u>4,015.53</u>	<u>7,000.00</u>	<u>(2,984.47)</u>
Total Expenditures	<u>3,609.70</u>	<u>4,015.53</u>	<u>\$ 7,000.00</u>	<u>\$ (2,984.47)</u>
Receipts Over (Under) Expenditures	3.70	3.71		
Unencumbered Cash, Beginning	<u>235.98</u>	<u>239.68</u>		
Unencumbered Cash, Ending	<u>\$ 239.68</u>	<u>\$ 243.39</u>		

CITY OF HAVILAND, KANSAS
 BOND AND INTEREST FUND
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2015
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	Prior Year Actual	Current Year		
		Actual	Budget	Variance Over (Under)
Receipts				
Taxes and Shared Receipts:				
Ad Valorem Property Tax	\$ 13,007.03	\$ 0.00	\$ 0.00	\$ 0.00
Delinquent Tax	169.27	226.65	100.00	126.65
Motor Vehicle Tax	1,941.07	2,438.05	1,718.00	720.05
Recreational Vehicle Tax	3.01	8.86	15.00	(6.14)
16/20 M Vehicle Tax	27.44	42.97	23.00	19.97
Special Assessments	23,343.06	0.00	0.00	0.00
Accrued Interest on Bond Proceeds	0.00	805.88	0.00	805.88
Total Receipts	<u>38,490.88</u>	<u>3,522.41</u>	<u>\$ 1,856.00</u>	<u>\$ 1,666.41</u>
Expenditures				
Principal	40,000.00	0.00	0.00	0.00
Interest	2,000.00	0.00	0.00	0.00
Fees	2.50	0.00	0.00	0.00
Total Expenditures	<u>42,002.50</u>	<u>0.00</u>	<u>\$ 0.00</u>	<u>\$ 0.00</u>
Receipts Over (Under) Expenditures	(3,511.62)	3,522.41		
Unencumbered Cash, Beginning	<u>49,741.20</u>	<u>46,229.58</u>		
Unencumbered Cash, Ending	<u>\$ 46,229.58</u>	<u>\$ 49,751.99</u>		

CITY OF HAVILAND, KANSAS
 PROJECT IMPROVEMENT FUND
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2015
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
Temporary Note Proceeds	\$ 0.00	\$ 2,714,893.18
Total Receipts	<u>0.00</u>	<u>2,714,893.18</u>
Expenditures		
Street Project Expense	0.00	1,158,305.78
Water Project Expense	0.00	1,872,541.99
Interest	<u>0.00</u>	<u>22,334.25</u>
Total Expenditures	<u>0.00</u>	<u>3,053,182.02</u>
Receipts Over (Under) Expenditures	0.00	(338,288.84)
Unencumbered Cash, Beginning	<u>0.00</u>	<u>0.00</u>
Unencumbered Cash, Ending (See Note 3)	<u>\$ 0.00</u>	<u>\$ (338,288.84)</u>

CITY OF HAVILAND, KANSAS
 COST OF ISSUANCE FUND
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2015
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
Temporary Note Proceeds	\$ 0.00	\$ 35,010.20
Total Receipts	<u>0.00</u>	<u>35,010.20</u>
Expenditures		
Cost of Issuance Expense	<u>0.00</u>	<u>29,996.78</u>
Total Expenditures	<u>0.00</u>	<u>29,996.78</u>
Receipts Over (Under) Expenditures	0.00	5,013.42
Unencumbered Cash, Beginning	<u>0.00</u>	<u>0.00</u>
Unencumbered Cash, Ending	<u>\$ 0.00</u>	<u>\$ 5,013.42</u>

CITY OF HAVILAND, KANSAS
WATER FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2015
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	Prior Year Actual	Current Year		
		Actual	Budget	Variance Over (Under)
Receipts				
Customer Receipts	\$ 67,064.49	\$ 117,314.34	\$ 106,000.00	\$ 11,314.34
Connect Fees	700.00	1,100.00	1,000.00	100.00
Reimbursements	0.00	34.80	0.00	34.80
Total Receipts	<u>67,764.49</u>	<u>118,449.14</u>	<u>\$ 107,000.00</u>	<u>\$ 11,449.14</u>
Expenditures				
Personal Services	28,175.05	27,473.94	40,000.00	(12,526.06)
Contractual Services	35,721.96	26,834.91	30,000.00	(3,165.09)
Materials & Supplies	16,640.49	5,491.10	20,000.00	(14,508.90)
Capital Outlay	0.00	0.00	82,000.00	(82,000.00)
Total Expenditures	<u>80,537.50</u>	<u>59,799.95</u>	<u>\$ 172,000.00</u>	<u>\$ (112,200.05)</u>
Receipts Over (Under) Expenditures	(12,773.01)	58,649.19		
Unencumbered Cash, Beginning	<u>61,028.67</u>	<u>48,255.66</u>		
Unencumbered Cash, Ending	<u>\$ 48,255.66</u>	<u>\$ 106,904.85</u>		

CITY OF HAVILAND, KANSAS
SEWER FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2015
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	Prior Year Actual	Current Year		
		Actual	Budget	Variance Over (Under)
Receipts				
Customer Receipts	\$ 33,837.65	\$ 33,726.54	\$ 35,000.00	\$ (1,273.46)
Total Receipts	<u>33,837.65</u>	<u>33,726.54</u>	<u>\$ 35,000.00</u>	<u>\$ (1,273.46)</u>
Expenditures				
Personal Services	15,230.52	11,446.96	20,000.00	(8,553.04)
Contractual Services	3,016.25	20,733.58	10,000.00	10,733.58
Materials & Supplies	18,446.11	3,951.02	10,000.00	(6,048.98)
Capital Outlay	0.00	0.00	46,000.00	(46,000.00)
Leased Land	<u>650.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Total Expenditures	<u>37,342.88</u>	<u>36,131.56</u>	<u>\$ 86,000.00</u>	<u>\$ (49,868.44)</u>
Receipts Over (Under) Expenditures	(3,505.23)	(2,405.02)		
Unencumbered Cash, Beginning	<u>54,294.52</u>	<u>50,789.29</u>		
Unencumbered Cash, Ending	<u>\$ 50,789.29</u>	<u>\$ 48,384.27</u>		

CITY OF HAVILAND, KANSAS
 REFUSE FUND
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2015
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

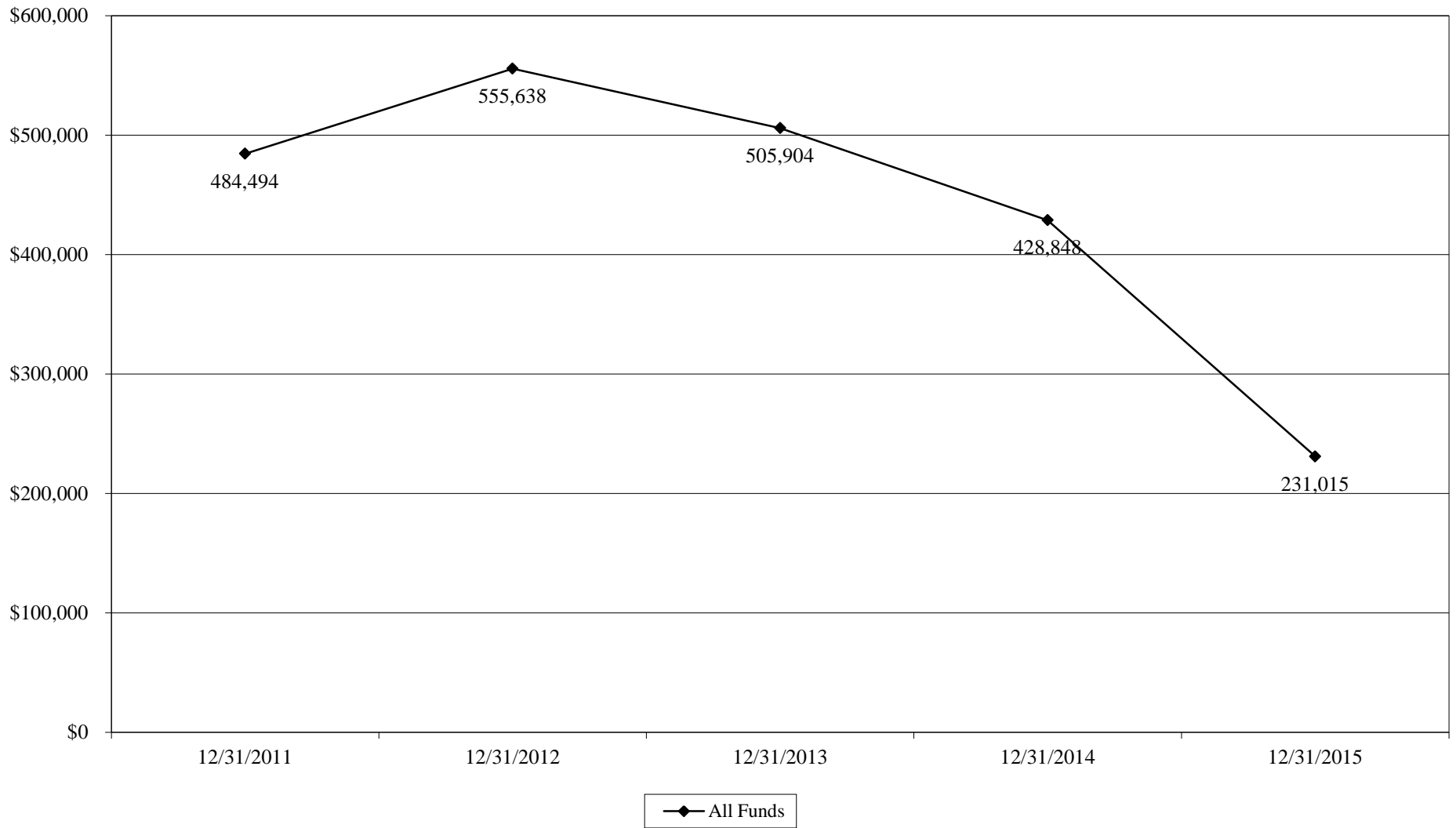
	Prior Year Actual	Current Year		
		Actual	Budget	Variance Over (Under)
Receipts				
Customer Receipts	\$ 44,145.50	\$ 45,737.75	\$ 56,000.00	\$ (10,262.25)
Total Receipts	<u>44,145.50</u>	<u>45,737.75</u>	<u>\$ 56,000.00</u>	<u>\$ (10,262.25)</u>
Expenditures				
Contractual Services	<u>44,434.03</u>	<u>45,168.26</u>	<u>60,000.00</u>	<u>(14,831.74)</u>
Total Expenditures	<u>44,434.03</u>	<u>45,168.26</u>	<u>\$ 60,000.00</u>	<u>\$ (14,831.74)</u>
Receipts Over (Under) Expenditures	(288.53)	569.49		
Unencumbered Cash, Beginning	<u>4,624.07</u>	<u>4,335.54</u>		
Unencumbered Cash, Ending	<u>\$ 4,335.54</u>	<u>\$ 4,905.03</u>		

CITY OF HAVILAND, KANSAS
 AGENCY FUNDS
 Summary of Receipts and Disbursements
 Regulatory Basis
 For the Year Ended December 31, 2015

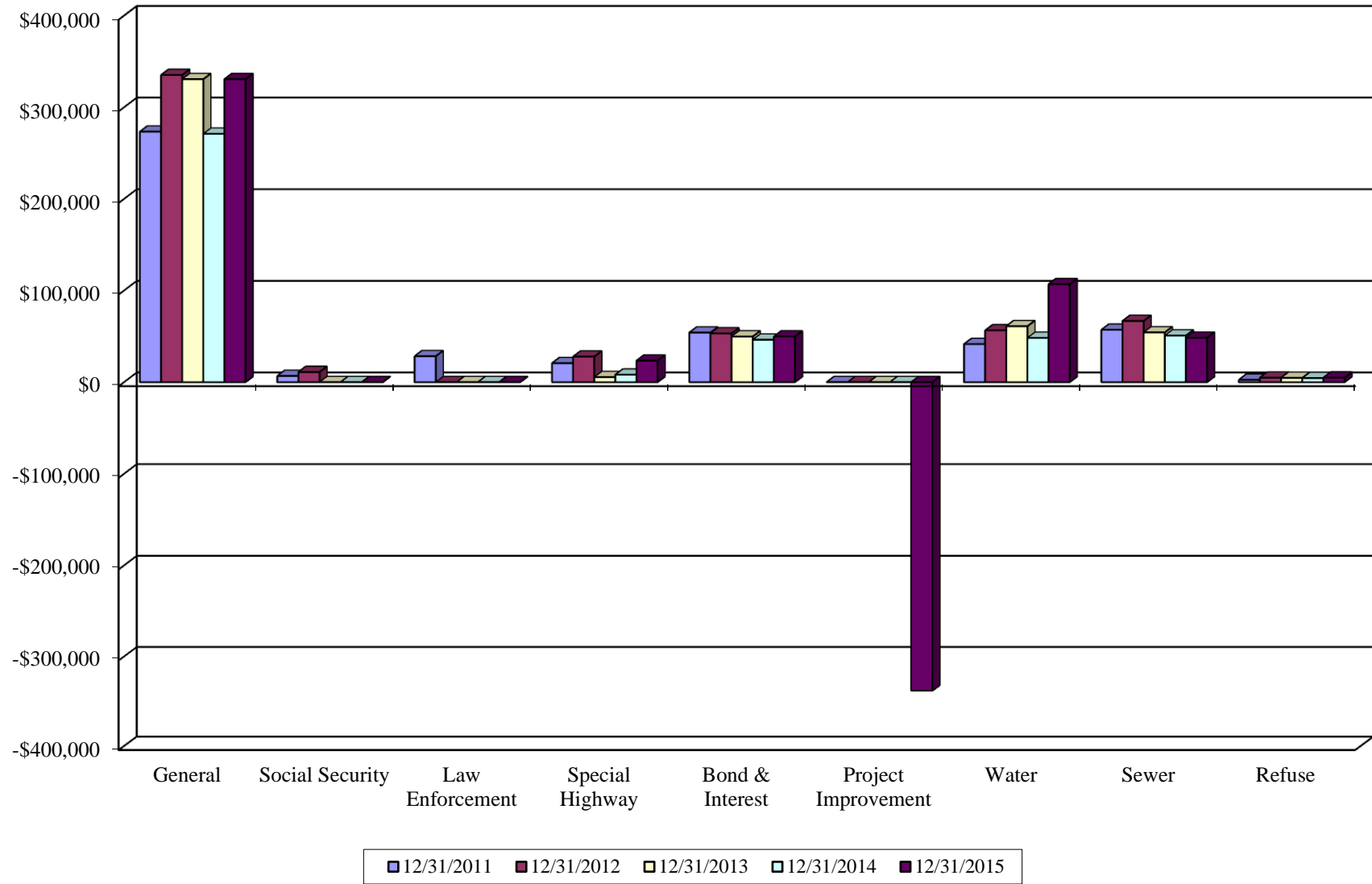
<u>Fund</u>	<u>Beginning Cash Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending Cash Balance</u>
Utility Deposits	\$ 650.00	\$ 0.00	\$ 50.00	\$ 600.00
Payroll Clearing	<u>0.00</u>	<u>108,024.87</u>	<u>108,024.87</u>	<u>0.00</u>
Total Agency Funds	<u><u>\$ 650.00</u></u>	<u><u>\$ 108,024.87</u></u>	<u><u>\$ 108,074.87</u></u>	<u><u>\$ 600.00</u></u>

SUPPLEMENTARY INFORMATION

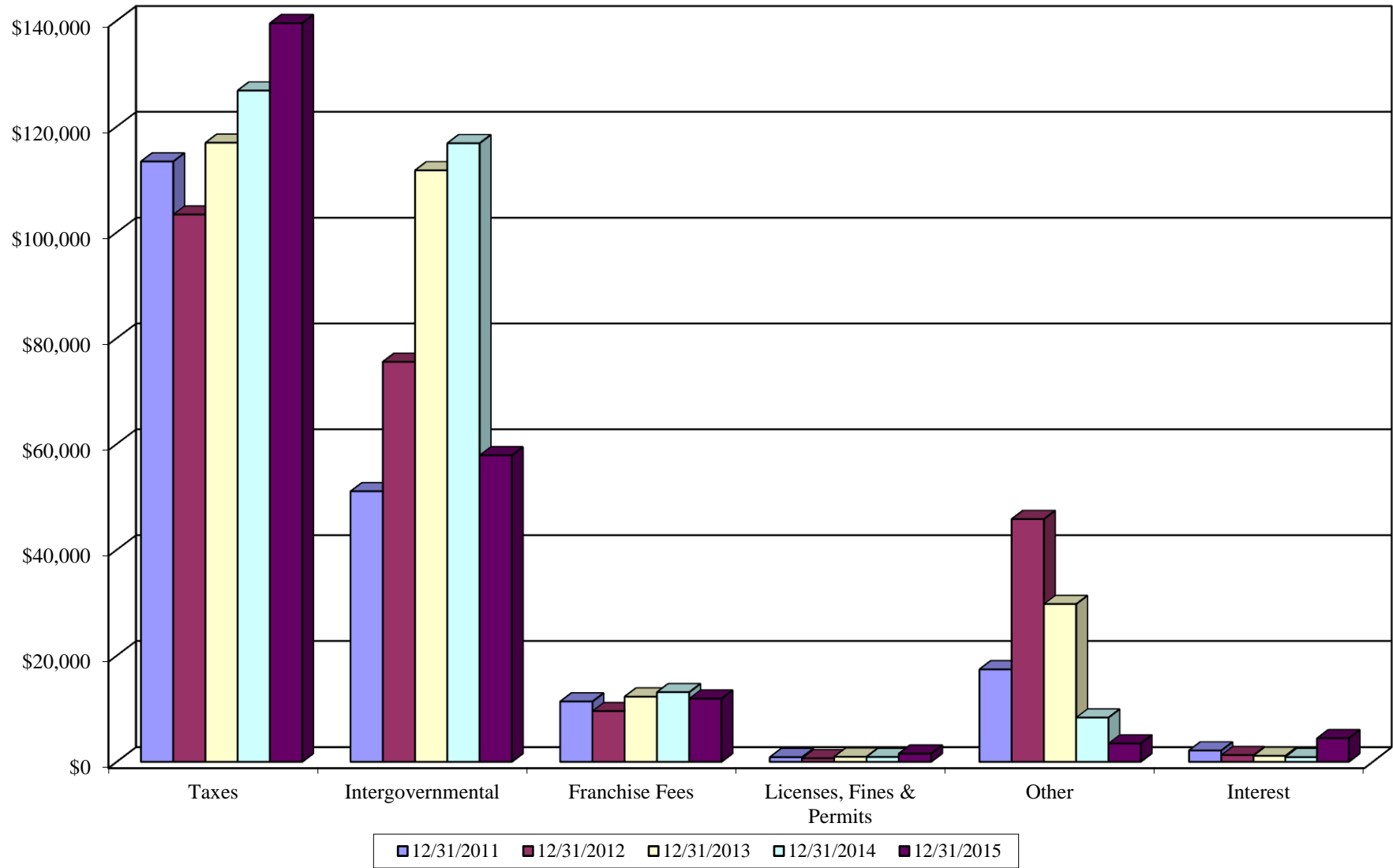
**City of Haviland, Kansas
Unencumbered Cash Balance
All Funds**



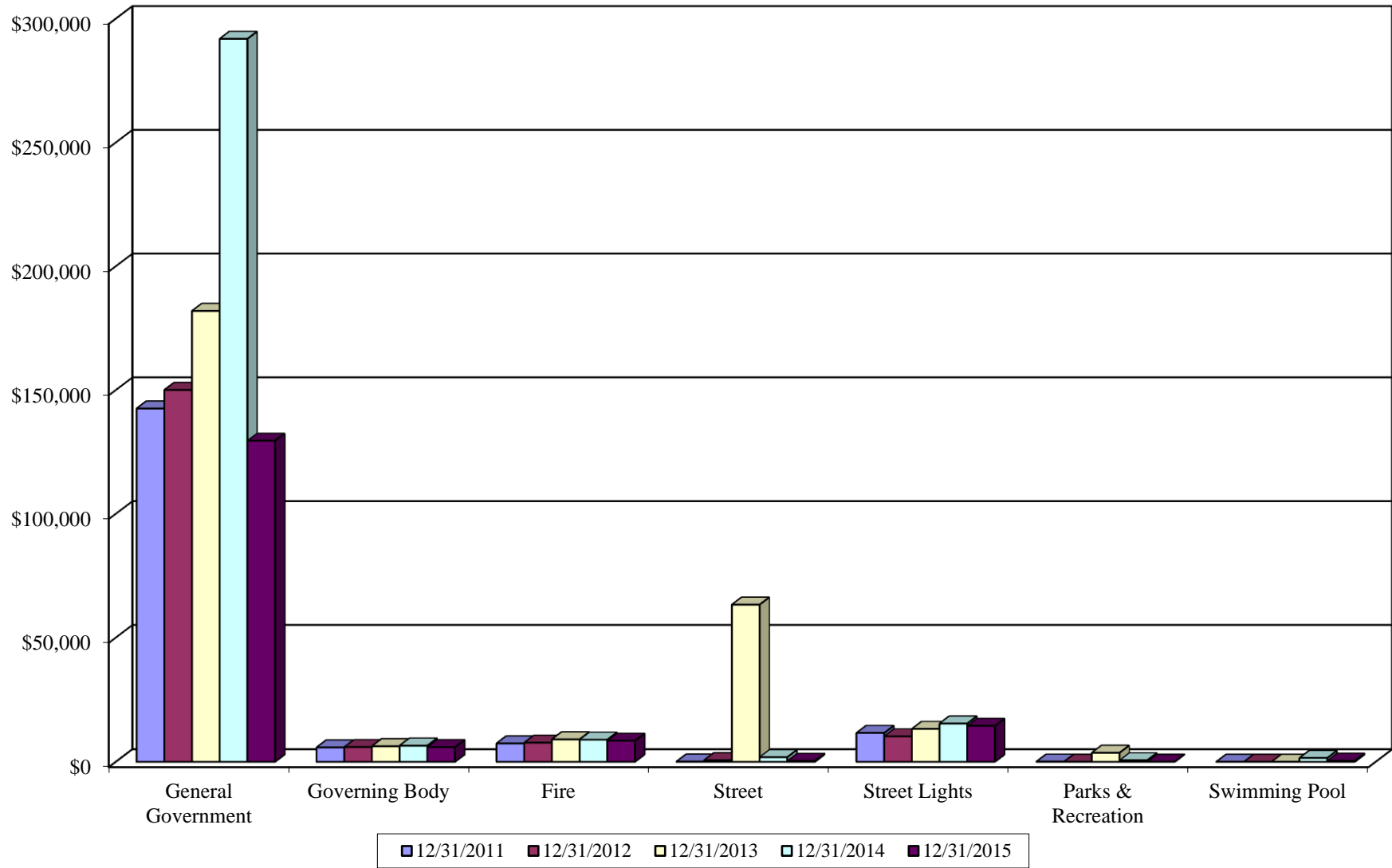
City of Haviland, Kansas Unencumbered Cash Balance Selected Funds



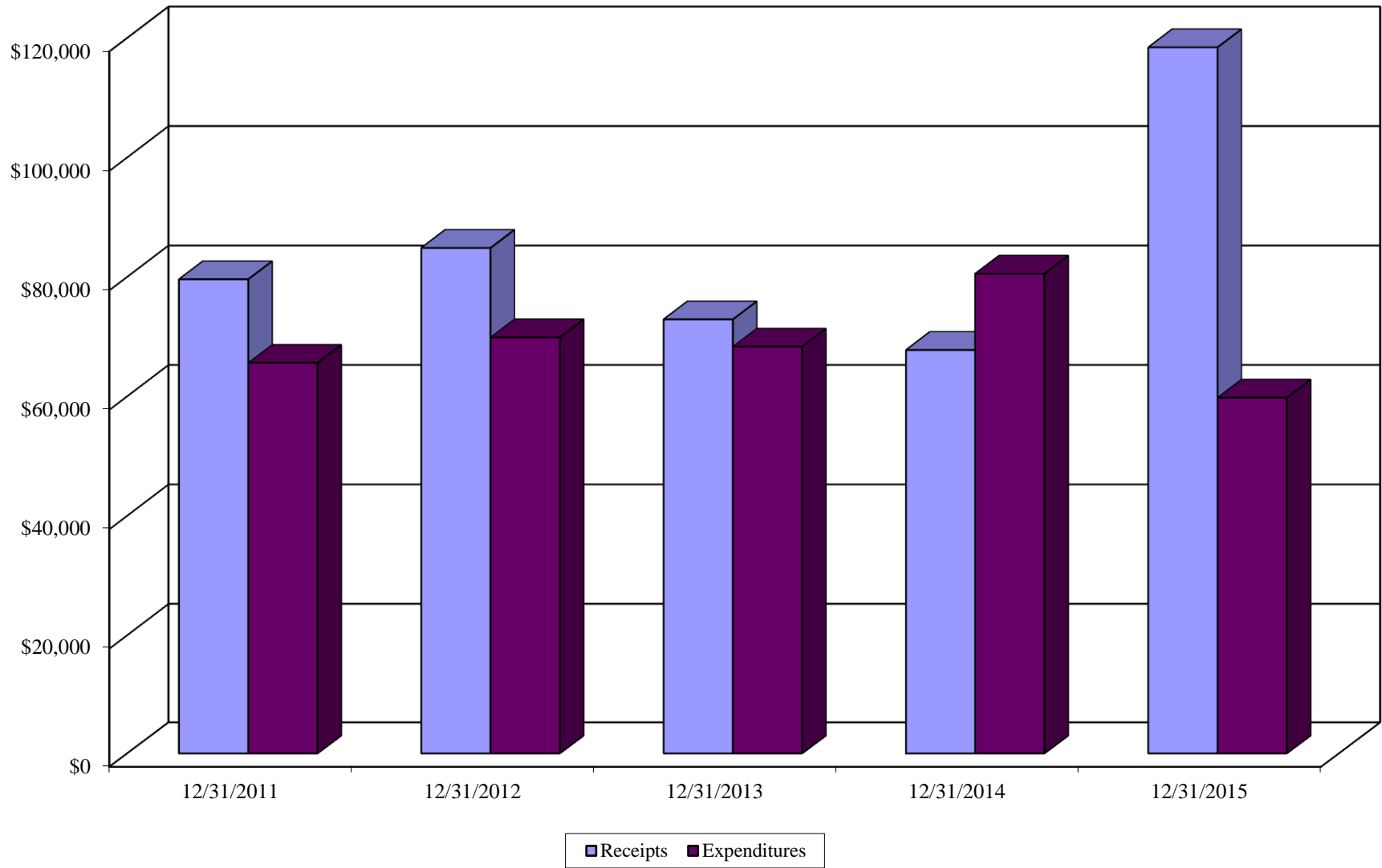
City of Haviland, Kansas General Fund Receipts



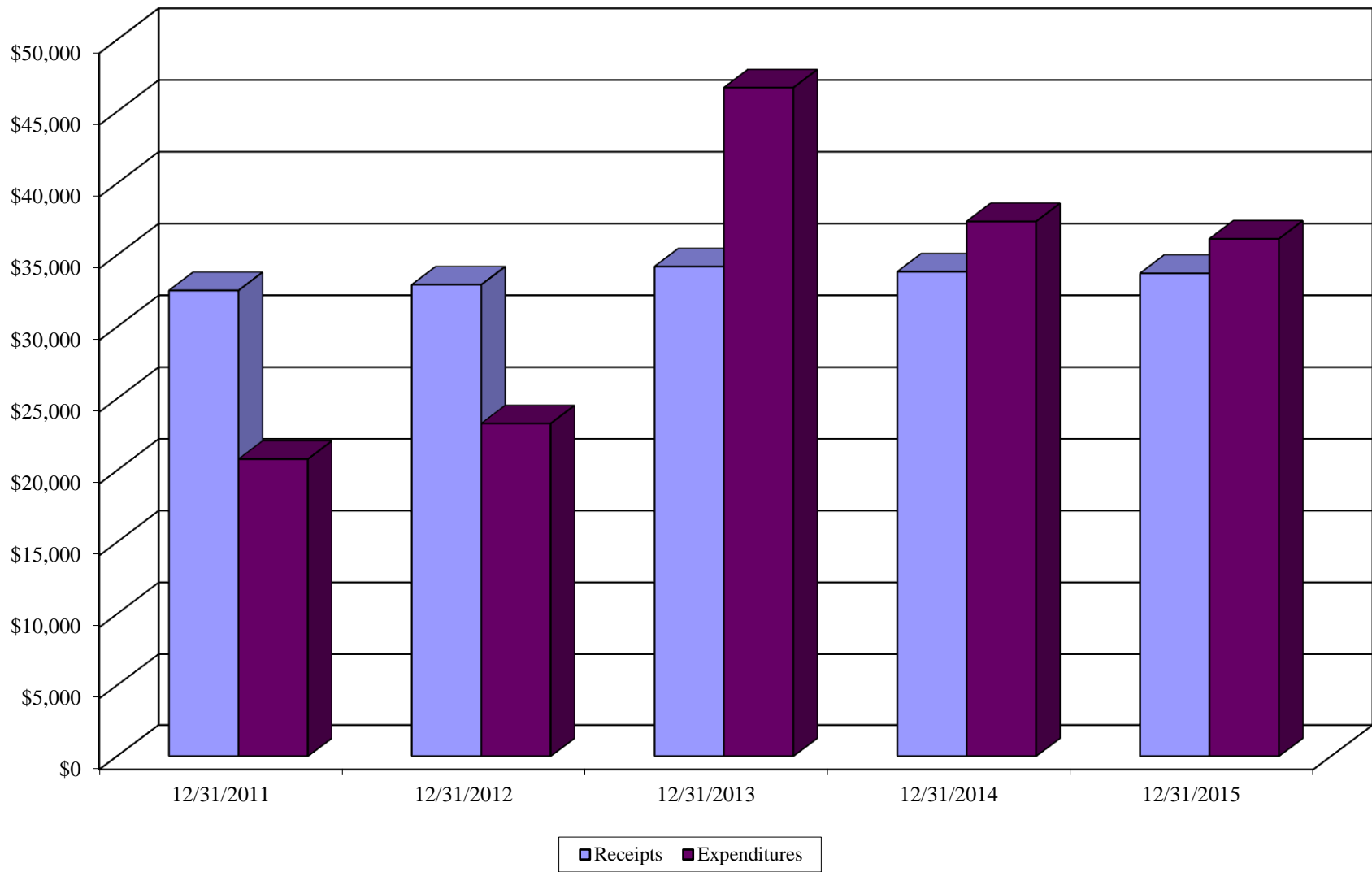
City of Haviland, Kansas General Fund Expenditures



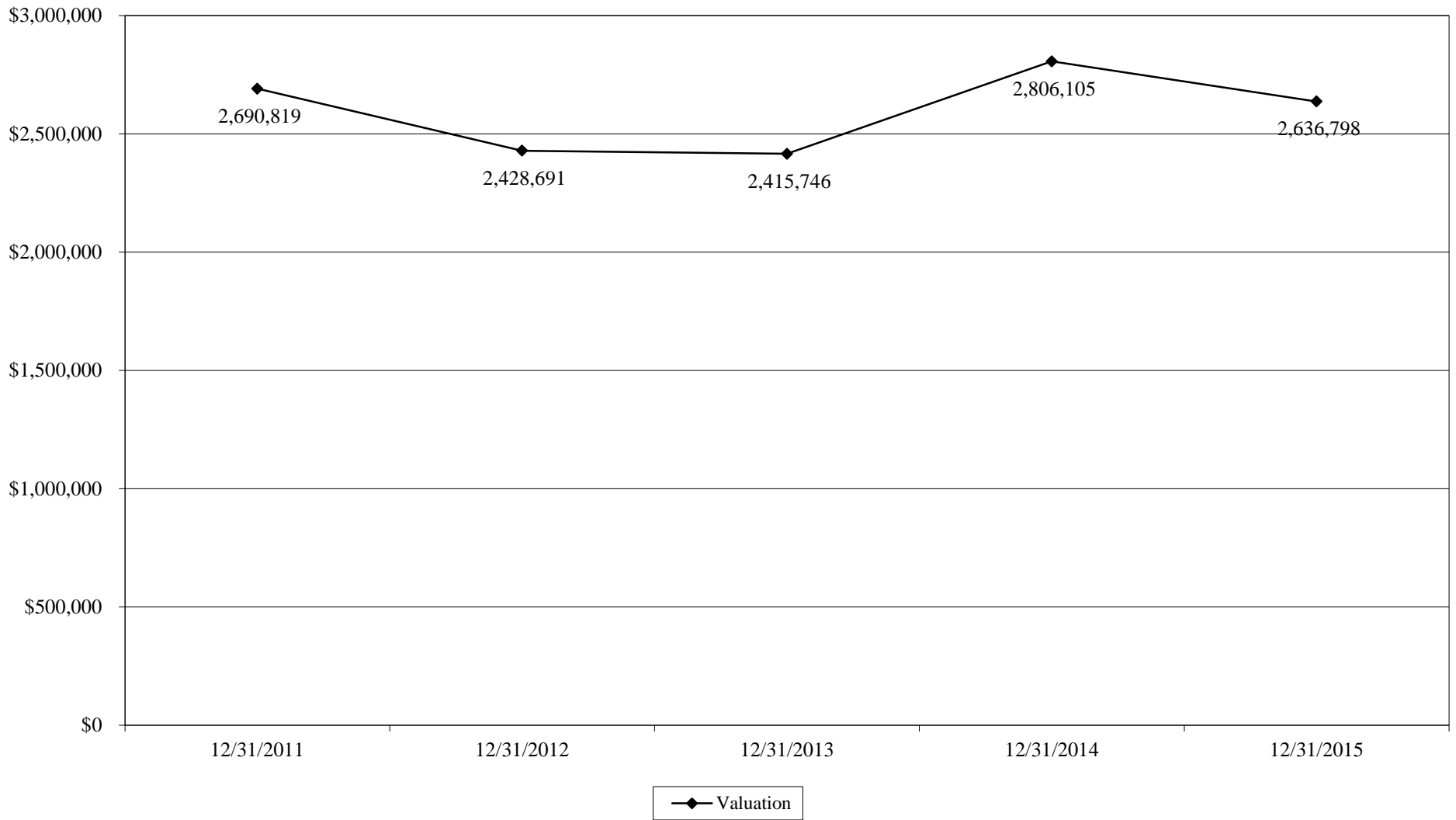
**City of Haviland, Kansas
Water Fund
Receipts vs Expenditures**



**City of Haviland, Kansas
Sewer Fund
Receipts vs Expenditures**



City of Haviland, Kansas Assessed Valuation



City of Haviland, Kansas Mill Rate

